

5 November 2019

Ms Lauren Osbich  
Compliance Adviser, Listings Compliance  
ASX  
20 Bridge Street, Sydney NSW 2000

By email: [ListingsComplianceSydney@asx.com.au](mailto:ListingsComplianceSydney@asx.com.au)

Attention: Lauren Osbich

Dear Lauren

RE: Non-Compliance with JORC Code, Clause 17 for reporting of Exploration Targets, within HGO's Activity Report for Quarter Ended 30 September 2019

We hereby refer to the recent ASX release by Hillgrove on 31 October 2019 titled "Activity Report for Quarter Ended 30 September 2019"

We acknowledge that we referred to an Exploration Target for the Kanmantoo South Hub area on page 1, 2 and on page 10 of the release of 31 October 2019 that are not in accordance with the JORC Code, whereby the reporting of Exploration Targets cannot be streamlined.

Thereby, HGO is required to re-iterate the Competent Person Statement and the Exploration Target for the South Hub as a range of tonnes and grade as previously provided in its ASX release of 27 September 2019 of 4.0 to 9.0 Mt at 1.2 to 2.0% Cu, and 0.1 g/t to 0.3 g/t Au.

In addition, we acknowledge that we referred to an Exploration Target for West Kavanagh on page 9 of the release of 31 October 2019 that is not in accordance with the JORC Code, whereby the reporting of Exploration Targets cannot be streamlined.

Thereby, HGO is required to re-iterate the Competent Person Statement and the Exploration Target for West Kavanagh as a range of tonnes and grade as previously provided in its ASX release of 27 May 2017 for the West Kavanagh Exploration Target of 0.8 to 1.6 Mt at 2.0% to 2.5% Cu, 0.01 g/t to 0.05 g/t Au, 2.0 g/t to 2.5 g/t Ag

Both the Exploration Targets are conceptual in nature as there has been insufficient exploration to define a Mineral Resource. It is uncertain if further exploration will result in the determination of a Mineral Resource under the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, the JORC Code" (JORC 2012). The Exploration Targets are not being reported as part of any Mineral Resource or Ore Reserve.

## ABOUT HILLGROVE

Hillgrove is an Australian mining company listed on the Australian Securities Exchange (ASX: HGO) focused on the operation of the Kanmantoo Copper Mine in South Australia. The Kanmantoo Copper Mine is located less than 55 kilometres from Adelaide in South Australia.

**Competent Person's Statement**

The information in this report that relates to Exploration Target and Exploration Results is based on and fairly represents information and supporting documentation compiled by Mr Peter Rolley, a Competent Person, a full time employee of Hillgrove Resources Limited, and a member of the Australian Institute of Geoscientists. Mr Rolley has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the 'Australian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves'. Mr Rolley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.